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FORT WAYNE MARKET NEWS

United States Department of Agriculture
 Consumer and Marketing Service
 Dairy Division
 Federal Order No. 47

1122 South Harrison Street
 Fort Wayne, Indiana 46802
 Phone: 742 - 7401
 Area Code: 219

Issued for Information of Producers
 Who Are Not Members of Cooperative Associations

Vol. ~~X~~ No. 3

March 1966

FEBRUARY UNIFORM PRICE \$4.36

Dairy Farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in February 1966, will receive a minimum uniform price of \$4.36 per hundredweight for milk testing 3.5%, subject to a butterfat differential of 7.1 cents. The minimum price is subject to a 4 cents per hundredweight marketing service deduction, authorized hauling charges, and location differentials.

The \$4.36 price for February 1966 is 12 cents above the January 1966 price, and 29 cents above the February 1965 price.

ESTIMATED PERCENTAGES IN EACH CLASS

In accordance with 1047.22(1) the Market Administrator announced the following estimated utilization percentages for February 1966 on March 11, 1966.

<u>Class I</u>	<u>Skim</u>	75%	<u>BF</u>	66%	<u>Class II</u>	<u>Skim</u>	25%	<u>BF</u>	34%
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PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 21,788,785 pounds of milk to the Fort Wayne market during February 1966 of which 16,266,393 pounds or 75% was utilized in Class I by 15 pool handlers. Production and Class I utilization of producer milk were down 12% and 8% respectively, from January 1966.

MARCH CLASS I PRICE \$4.80

The February basic formula price of \$3.58 (Wisconsin-Minnesota Series) was increased by the standard differential of \$1.20 and further increased by a supply-demand adjustment of \$0.02 to establish the Fort Wayne Class I price for March. This price of \$4.80 is 11 cents more than the February Class I price.

HEARINGS ON CLASS I MILK PRICES

Three regional public hearings were held during the past week, which involved all 74 Federal Milk Marketing orders. These hearings were held in St. Louis, Missouri, March 9, and in Denver, Colorado, and Washington, D. C., March 10.

The hearings were requested by representatives of dairy farmers, who said present or potential shortages of milk existed in their areas and in general throughout the Nation.

Testimony was heard as to what appropriate level of Class I prices should be effective during the next several months in all Federal milk marketing areas to avert these shortages.

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	February 1966		February 1965	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	13,270,970	462,146	13,615,537	474,893
Regular Skim Milk	362,497	694	240,317	1,004
2% Skim Milk	2,061,888	42,486	1,664,959	33,483
Buttermilk	139,541	1,360	116,182	1,609
Flavored Milk	444,939	15,239	435,536	14,987
Flavored Drink	190,981	3,824	189,484	4,190
Cream Mixtures	179,793	21,955	187,262	22,509
Light Cream	3,250	659	4,466	904
Heavy Cream	15,796	5,471	16,367	5,786
Sour Cream	25,451	4,656	31,569	5,903
Sub Total	16,695,106	558,490	16,501,679	565,268
Plus Unaccounted For	6,669	4,301	7,071	3,046
Gross Total Class I Milk	16,701,775	562,791	16,508,750	568,314
Less Other Source Receipts	393,228	15,670	390,128	16,977
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	42,154	-0-	-0-	-0-
CLASS I PRODUCER MILK IN POOL	16,266,393	547,121	16,118,622	551,337
CLASS II MILK				
Sales to Nonpool Plants	5,228,786	284,795	4,929,865	286,685
Class II Production	4,766,272	155,974	1,076,647	23,845
Dumped or Livestock Feed	80,837	937	67,369	851
Ending Inventory	2,169,950	85,165	2,190,179	91,822
Class II Shrinkage	197,598	9,955	201,408	12,291
Gross Total Class II Milk	12,443,443	536,826	8,465,468	415,494
Less Other Source Receipts	4,897,750	166,174	24,595	690
Less Overages	1,081	707	4,846	-0-
Less Beginning Inventory	2,022,220	82,517	2,156,815	89,872
CLASS II PRODUCER MILK IN POOL	5,522,392	287,428	6,279,212	324,932
TOTAL PRODUCER MILK IN BOTH CLASSES	21,788,785	834,549	22,397,834	876,269

MISCELLANEOUS INFORMATION

	February 1966	February 1965	February 1964
Daily Class I Milk (Lbs.)	596,492	589,598	545,686
Current Month Compared With:		+ 1.2%	+ 9.3%
Production per Farm per Day	938	881	837
Current Month Compared With:		+ 6.5%	+ 12.1%
Gross Class I Milk to Producer Milk	76.7%	73.7%	73.9%
Pool Value of Producer Milk	\$992,219	\$976,222	\$912,635
Value of Producer Milk per Farm	\$ 1,195	\$ 1,075	\$ 1,035
Butter-Skim Powder Price	\$ 3.21	\$ 3.03	\$ 3.03
Wisconsin-Minnesota Plant Average	\$ 3.58	\$ 3.22	\$ 3.16

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
<u>1964</u>									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882
Aug.	15,651,115	75.1	3.40	5,177,739	24.9	3.89	20,828,854	3.52	936
Sep.	16,360,528	83.5	3.43	3,237,440	16.5	4.62	19,597,968	3.62	840
Oct.	17,958,109	87.0	3.44	2,659,921	13.0	6.19	20,618,030	3.80	912
Nov.	16,366,133	78.0	3.45	4,604,051	22.0	5.45	20,970,184	3.89	900
Dec.	17,036,142	75.4	3.49	5,571,305	24.6	5.51	22,607,447	3.99	864
Ave.	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
<u>1965</u>									
Jan.	17,697,606	71.0	3.44	7,227,000	29.0	5.18	24,924,606	3.94	909
Feb.	16,118,622	72.0	3.42	6,279,212	28.0	5.17	22,397,834	3.91	908
Mar.	18,446,313	74.7	3.39	6,251,252	25.3	5.25	24,697,565	3.86	881
Apr.	16,801,819	76.0	3.39	5,318,035	24.0	5.14	22,119,854	3.81	852
May	16,427,081	67.9	3.38	7,755,034	32.1	4.16	24,182,115	3.63	826
Jun.	15,333,164	70.4	3.43	6,439,556	29.6	3.65	21,772,720	3.50	807
Jul.	15,586,473	71.1	3.42	6,326,617	28.9	3.59	21,913,090	3.47	838
Aug.	15,283,415	72.4	3.44	5,837,876	27.6	3.69	21,121,291	3.51	848
Sep.	15,283,889	78.2	3.47	4,263,115	21.8	4.04	19,547,004	3.60	808
Oct.	16,724,488	75.7	3.43	5,370,030	24.3	4.58	22,094,518	3.71	868
Nov.	16,910,808	75.6	3.46	5,451,226	24.4	4.86	22,362,034	3.80	876
Dec.	18,131,003	75.2	3.42	5,988,435	24.8	5.25	24,119,438	3.88	884
Ave.	16,562,057	73.4	3.42	6,042,282	26.7	4.55	22,604,339	3.72	859
<u>1966</u>									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.86	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.83	830

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I		CLASS II		UNIFORM Milk Price	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price		Class I	Class II	Producer
1961	3.16	1.18	----	4.34	3.16	4.00	.077	.070	.073
1962	3.11	1.20	----	4.31	3.07	4.04	.073	.068	.072
1963	3.10	1.20	----	4.30	3.10	4.00	.072	.067	.071
1964									
Jan.	3.16	1.20	----	4.36	3.13	4.04	.073	.067	.071
Feb.	3.17	1.20	----	4.37	3.13	4.02	.072	.067	.070
Mar.	3.16	1.20	----	4.36	3.13	3.96	.072	.067	.070
Apr.	3.15	1.20	----	4.35	3.12	3.63*	.072	.067	.070
May	3.12	1.20	----	4.32	3.12	3.52*	.072	.067	.070
Jun.	3.12	1.20	----	4.32	3.11	3.54*	.072	.067	.070
Jul.	3.11	1.20	----	4.31	3.12	3.93	.072	.067	.070
Aug.	3.12	1.20	----	4.32	3.15	4.03	.072	.068	.071
Sep.	3.15	1.20	----	4.35	3.24	4.59*	.074	.071	.073
Oct.	3.24	1.20	----	4.44	3.23	4.67*	.077	.070	.076
Nov.	3.27	1.20	----	4.47	3.29	4.59*	.076	.072	.075
Dec.	3.29	1.20	----	4.49	3.18	4.12	.078	.068	.075
Ave.	3.17	1.20	----	4.37	3.16	4.05	.074	.068	.072
1965									
Jan.	3.29	1.20	.00	4.49	3.13	4.08	.071	.067	.069
Feb.	3.25	1.20	.00	4.45	3.13	4.07	.070	.067	.069
Mar.	3.22	1.20	- .02	4.40	3.13	4.07	.070	.067	.069
Apr.	3.22	1.20	.00	4.42	3.17	3.76*	.070	.068	.069
May	3.23	1.20	.00	4.43	3.17	3.67*	.071	.068	.070
Jun.	3.22	1.20	.00	4.42	3.16	3.71*	.071	.068	.070
Jul.	3.20	1.20	+ .02	4.42	3.17	4.06	.071	.068	.070
Aug.	3.21	1.20	+ .06	4.47	3.25	4.14	.071	.070	.071
Sep.	3.25	1.20	+ .08	4.53	3.29	4.69*	.073	.072	.073
Oct.	3.29	1.20	+ .08	4.57	3.34	4.67*	.075	.072	.074
Nov.	3.34	1.20	+ .10	4.64	3.36	4.73*	.075	.073	.074
Dec.	3.39	1.20	+ .02	4.61	3.36	4.31	.076	.073	.075
Ave.	3.26	1.20	+ .03	4.49	3.22	4.16	.072	.069	.071
1966									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.073
Feb.	3.47	1.20	+ .02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.58	1.20	+ .02	4.80			.074		
Apr.		1.20	+ .02						

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401
Area Code: 219

COMPUTATION OF UNIFORM PRICE
(Based on reports of 15 Handlers)
February 1966

	Milk Pounds	Average Test	Class Prices At Test	Total Value	% of Pounds
Class I Producer Milk	16,266,393	3.3635	\$4.59309	\$747,129.88	74.65
Class II Producer Milk	5,522,392	5.2048	4.52039	249,633.61	25.35
Total Producer Milk	21,788,785			\$996,763.49	100.00
Other Source Milk Priced					
Class I	19,423			918.18	
Total	21,808,208	3.8299		\$997,681.67	
Less: Location Adjustment to Handlers				6,553.10	
Add: Value of Overage				510.90	
Add: Value of Inventory Reclassified				579.62	
Total Pool Value				\$992,219.09	
Add: Location Differentials				8,408.05	
Less: Butterfat Adjustment to 3.5% Milk				51,085.72	Rate Per
Add: 1/2 Unobligated Balance in Producer Settlement Fund				10,187.59	Cwt.
Adjusted Value				\$959,729.01	\$4.4007697
Less: Producer Settlement Fund Reserve				8,891.14	.0407697
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$950,837.87	\$4.36

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	Butterfat	Differentials	Weighted Amount
Class I	547,121	\$ 0.071	\$38,845.59
Class II	287,428	0.071	20,407.39
Total	834,549	\$ 0.071	\$59,252.98

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.36 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.071 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable location adjustment to producers, marketing service deduction, and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR FEBRUARY 1966

Test	Price	Test	Price	Test	Price	Test	Price
3.25	\$4.1825	3.70	\$4.5020	4.15	\$4.8215	4.60	\$5.1410
3.30	4.2180	3.75	4.5375	4.20	4.8570	4.65	5.1765
3.35	4.2535	3.80	4.5730	4.25	4.8925	4.70	5.2120
3.40	4.2890	3.85	4.6085	4.30	4.9280	4.75	5.2475
3.45	4.3245	3.90	4.6440	4.35	4.9635	4.80	5.2830
3.50	/ 4.36 /	3.95	4.6795	4.40	4.9990	4.85	5.3185
3.55	4.3955	4.00	4.7150	4.45	5.0345	4.90	5.3540
3.60	4.4310	4.05	4.7505	4.50	5.0700	4.95	5.3895
3.65	4.4665	4.10	4.7860	4.55	5.1055	5.00	5.4250

R. J. Connolly
Market Administrator

Date Announced:
March 11, 1966

